

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL MEMORANDUM**

**SB 1032 - HB 1514**

March 15, 2021

**SUMMARY OF ORIGINAL BILL:** Decreases, from 925 to 700, the population of a municipality that may hold a referendum to authorize the manufacturing and selling of alcoholic beverages within that municipality.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

**SUMMARY OF AMENDMENT (005163):** Deletes all language after the enacting clause. Decreases, from 925 to 700, the population of a municipality that may hold a referendum to authorize or prohibit the manufacturing and selling of alcoholic beverages within that municipality.

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Unchanged from the original fiscal note.**

Assumptions for the bill as amended:

- Based on the 2010 census, there are 20 municipalities with populations between 700 and 925.
- If a referendum passes and there are market entrants in municipalities that engage in the retail sale of alcoholic beverages and the sale of alcoholic beverages for on-premises consumption, there would be an unknown increase in state and local revenue. Given the population of such municipalities, and the relative limited amount of sales that would be anticipated, any overall increase in revenue to state and local government is considered not significant.
- Any permissive increase in local government expenditures to hold a referendum will be not significant.
- Any impact on the Alcoholic Beverage Commission related to regulating such entities will be offset by license revenue.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

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